

Message Text

LIMITED OFFICIAL USE

PAGE 01 JAKART 07689 090648Z
ACTION EB-08

INFO OCT-01 EA-10 ISO-00 SOE-02 AID-05 CEA-01 CIAE-00
COME-00 DODE-00 DOE-15 H-01 INR-10 INT-05 L-03
NSAE-00 NSC-05 OMB-01 PM-05 ICA-11 OES-07 SP-02
SS-15 STR-07 TRSE-00 ACDA-12 DOEE-00 /126 W
-----130095 090653Z /17

P 090614Z JUN 78
FM AMEMBASSY JAKARTA
TO SECSTATE WASHDC PRIORITY 9375

LIMITED OFFICIAL USE JAKARTA 7689

E.O. 11652: N/A
TAGS: ENRG, ID
SUBJECT: PAC-INDO LNG CONTRACTS

1. PERTAMINA DIRECTOR HARYONO CALLED AMBASSADOR TODAY TO SEEK EMBASSY'S ADVICE IN LEARNING USG REACTION TO CONCEPT OF USING BLS FUELS INDEX WITH LID AS 50 PERCENT OF ESCALATOR IN PAC-INDO CONTRACTS. APPARENTLY PAC-INDO REPS IN WASHINGTON HAVE NOT BEEN ABLE TO DISCUSS THIS AS THEY HAD ANTICIPATED.

2. AMBASSADOR REPLIED EMBASSY IS NOT IN POSITION TO GIVE SUBSTANTIVE REPLY ON THIS SUBJECT AND AS PERTAMINA AND PAC-INDO KNOW, AN OFFICIAL USG DECISION CAN ONLY BE MADE THROUGH FORMAL REGULATORY PROCEEDINGS WITH DOE/ERA. THE BEST WE CAN DO AT THIS POINT IS EVALUATE THE BLS CONCEPT IN LIGHT OF HISTORY OF THE CONTRACTS, DOE DECEMBER 31, 1977 DECISION, AND SUBSEQUENT PROCEEDINGS.

3. LOOKED AT IN THIS WAY, AMBSSADOR SAID HIS PERSONAL OPINION IS THAT THIS CONCEPT MIGHT NOT BE LOOKED UPON FAVORABLY, ESPECIALLY GIVEN EARLIER EXPECTATIONS THAT
LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 02 JAKART 07689 090648Z

PERTAMINA AND GOI WOULD AGREE TO A GENERAL ECONOMIC INDICATOR AS 50 PERCENT OF THE ESCALATOR.

4. HARYONO SAID PERTAMINA IS NOT REQUESTING FAVORABLE USG CONSIDERATION OF THE BLS CONCEPT BUT ONLY A CLEAR AND DIRECT STATEMENT FROM THE USG ABOUT THE CONCEPT.

5. GIVEN THIS REQUEST, EMBASSY HOPES WASHINGTON, EITHER
DOE OR STATE, CAN PROVIDE PAC-INDO WITH A CLEAR STATEMENT
OF A USG "POLICY POSITION" ON THIS CONCEPT; RECOGNIZING
THAT ONLY FORMAL REGULATORY PROCEDURES CAN PRODUCE AN
OFFICIAL POSITION. IF USG REACTION TO BLS CONCEPT IS
NEGATIVE, AS WE TEND TO BELIEVE, THIS REPLY WILL PUT
GOI/PERTAMINA IN POSITION TO MOVE BEYOND THEIR CURRENT
DIFFERENCES OF OPINION ABOUT AN APPROPRIATE ESCALATOR
AND DECIDE WHETHER A GENERAL ECONOMIC INDICATOR IS
ACCEPTABLE TO THEM.
MASTERS

LIMITED OFFICIAL USE

NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 jan 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: LPG, CONTRACTS
Control Number: n/a
Copy: SINGLE
Draft Date: 09 jun 1978
Decaption Date: 01 jan 1960
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 20 Mar 2014
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1978JAKART07689
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Expiration:
Film Number: D780241-0077
Format: TEL
From: JAKARTA
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1978/newtext/t19780677/aaaacojv.tel
Line Count: 73
Litigation Code IDs:
Litigation Codes:
Litigation History:
Locator: TEXT ON-LINE, ON MICROFILM
Message ID: 83e5428c-c288-dd11-92da-001cc4696bcc
Office: ACTION EB
Original Classification: LIMITED OFFICIAL USE
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators: n/a
Previous Classification: LIMITED OFFICIAL USE
Previous Handling Restrictions: n/a
Reference: n/a
Retention: 0
Review Action: RELEASED, APPROVED
Review Content Flags:
Review Date: 30 apr 2005
Review Event:
Review Exemptions: n/a
Review Media Identifier:
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
SAS ID: 2420340
Secure: OPEN
Status: NATIVE
Subject: PAC-INDO LNG CONTRACTS
TAGS: ENRG, ID
To: STATE
Type: TE
vdkgvwkey: odbc://SAS/SAS.dbo.SAS_Docs/83e5428c-c288-dd11-92da-001cc4696bcc
Review Markings:
Sheryl P. Walter
Declassified/Released
US Department of State
EO Systematic Review
20 Mar 2014
Markings: Sheryl P. Walter Declassified/Released US Department of State EO Systematic Review 20 Mar 2014